NSC BRIEFING

2 December 1958

DEVELOPMENTS IN SOUTHEAST ASIA

- In Indonesia, the army apparently plans flowly increasing penetration of government as means of takeover rather than coup.
 - A. Army shief Masution intends to assign increased number of officers to key executive, legislative and diplomatic posts.
 - B. Army hopes to steer Indonesia down middle path between Coamunism on left and Moslam extremism on right.
 - C. Army already has broad powers under martial law and representation in cabinet and other government posts.
- II. Communists have already warned of "dangers" inherent in growing army influence.

III. As always in Indonesia, outcome of developing situation rests

A. Their theme apparently will be that this is contrary to Sukarno's "guided democracy" program, which they had expected to capture, and they will attempt to arouse public resentsent.

1	argely in	hands of	Sukarno.	25X1

I.	In Thailand, Marshal Sarit and his subordinates in ruling military group have not yet produced provisional constitution or interia
	cabinet and are ruling by fiat.
	A. Reports of friction in military clique persist. 1. Dissatisfaction with Sarit's one-man rule, personal
	jealousies and ambitions are main sources of factionalism.
	B. Sarit's rapidly declining health, now additionally strained by
25X6	burdens of office may be encouraging subordisates
	to lay plans for future power.
	1. Of many possible contenders for top role, Generals Praget
	and Punnaka seem men to watch.
II.	Thailand's diplomatic dispute with Cambodia temporarily overshadows
J	domestic political troubles.
The state of the s	A. Cambodia, charging press slanders and border incidents, abruptly
J. ve	withdrew ambassador from Bangkok.
William of the state of the sta	
May the Party	B. Thailand followed swit, has now adopted uncompromising attitude.
a liety of	C. Some That military leaders urging Sarit take punitive action; in
25X1	present sabre-rattling atmosphere, border incidents possible.
	D. Cambodia may turn to Communist China for support, as it did
	last summer in squabble with South Vietnam.

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- I. Forced retirement of Philippine Chief of Staff Arellano by 1

 January and the reported imminent relief of intelligence chie?

 Albert foreshadows further replacements of other top military officials, possibly including Defense Secretary Vargas.
 - A. These officers have been attacked as coup plotters by politicians close to Garcia. The politicians presumably bent on making armed forces a political instrument favoring their interests.
 - B. After retirement, accused officers may launch political counterattacks against Garcia administration.
- II. Circulating among politicians close to Garcia are rumors of official American involvement in alleged military plotting could Endicate eventual efforts to blame US for political-military tensions.
 - A. The Philippines is already displaying stubbornly national stic attitude in current diplomatic talks on American bases and in its request for increased military aid.

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